

The scenario continues. The following amounts are shown on Melvin's Schedule D:

- Line 15: \$4000
- Line 16: \$3,200

His taxable income (line 43, Form 1040) was \$67,001, and he is single. Complete Melvin's Qualified Dividends and Capital Gain Tax Worksheet.

Without closing the PDF window, return to the lesson screen and click Check My Answer.

# Qualified Dividends and Capital Gain Tax Worksheet—Line 44

Keep for Your Records



- Before you begin:** ✓ See the instructions for line 44 on page 33 to see if you can use this worksheet to figure your tax.  
 ✓ If you do not have to file Schedule D and you received capital gain distributions, be sure you checked the box on line 13 of Form 1040.

1. Enter the amount from Form 1040, line 43 ..... 1. \_\_\_\_\_
2. Enter the amount from Form 1040, line 9b ..... 2. \_\_\_\_\_
3. Are you filing Schedule D?  
☐ **Yes.** Enter the **smaller** of line 15 or 16 of Schedule D, but do not enter less than -0-  
☐ **No.** Enter the amount from Form 1040, line 13 } ..... 3. \_\_\_\_\_
4. Add lines 2 and 3 ..... 4. \_\_\_\_\_
5. If you are claiming investment interest expense on Form 4952, enter the amount from line 4g of that form. Otherwise, enter -0- ..... 5. \_\_\_\_\_
6. Subtract line 5 from line 4. If zero or less, enter -0- ..... 6. \_\_\_\_\_
7. Subtract line 6 from line 1. If zero or less, enter -0- ..... 7. \_\_\_\_\_
8. Enter the **smaller** of:  
 • The amount on line 1, or  
 • \$29,700 if single or married filing separately,  
 \$59,400 if married filing jointly or qualifying widow(er),  
 \$39,800 if head of household. } ..... 8. \_\_\_\_\_
9. Is the amount on line 7 equal to or more than the amount on line 8?  
☐ **Yes.** Skip lines 9 through 11; go to line 12 and check the "No" box.  
☐ **No.** Enter the amount from line 7 ..... 9. \_\_\_\_\_
10. Subtract line 9 from line 8 ..... 10. \_\_\_\_\_
11. Multiply line 10 by 5% (.05) ..... 11. \_\_\_\_\_
12. Are the amounts on lines 6 and 10 the same?  
☐ **Yes.** Skip lines 12 through 15; go to line 16.  
☐ **No.** Enter the **smaller** of line 1 or line 6 ..... 12. \_\_\_\_\_
13. Enter the amount from line 10 (if line 10 is blank, enter -0-) ..... 13. \_\_\_\_\_
14. Subtract line 13 from line 12 ..... 14. \_\_\_\_\_
15. Multiply line 14 by 15% (.15) ..... 15. \_\_\_\_\_
16. Figure the tax on the amount on line 7. Use the Tax Table or Tax Computation Worksheet, whichever applies ..... 16. \_\_\_\_\_
17. Add lines 11, 15, and 16 ..... 17. \_\_\_\_\_
18. Figure the tax on the amount on line 1. Use the Tax Table or Tax Computation Worksheet, whichever applies ..... 18. \_\_\_\_\_
19. **Tax on all taxable income.** Enter the **smaller** of line 17 or line 18. Also include this amount on Form 1040, line 44 ..... 19. \_\_\_\_\_